

GREGORY S. BELL Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

September 12, 2011

CERTIFIED RETURN RECEIPT 7009 3410 0001 4203 1669

Carl Hurst Land of Health LC 1150 East 300 North Layton, Utah 84040

Subject: Review of Reclamation Surety, Land of Health, Ursa Major Mine, S/055/0017, Wayne

County, Utah

Dear Mr. Hurst:

According to records on file with the Bureau of Land Management, a reclamation surety of \$1000.00 has been posted for the Ursa Major mine. The Division of Oil, Gas and Mining is attempting to obtain copies of the records associated with this surety. The surety amount was estimated in 2006.

The Division is required to periodically evaluate reclamation surety amounts. Because of the small disturbed area associated with the mine, and because of your standard practice to reclaim and keep the disturbance small, we have determined that the amount of surety should be \$3000.00 instead of the standard \$7900.00 for a one-acre mine site with a three-year escalation.

In addition, the Division needs to receive a signed and notarized reclamation contract. This form is available on the Division's web site at https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-RC-SMO.pdf.

Please contact the bond coordinator, Penny Berry, at 801-538-5291 or by e mail at bondcoordinator@utah.gov, for information about submitting the additional bond. You may submit a letter of credit, a certificate of deposit, obtain a surety bond, or use a cash deposit. Bonding forms are available on the Internet at http://www.ogm.utah.gov/minerals/MINERALSFORMS.htm, or you may call our office to obtain a copy.

Please provide the additional surety no later than October 17, 2011.



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Thank you for your help in keeping the surety current. If you have any questions concerning this letter, please contact me at 801-538-5261 or Wayne Western at 801-538-5263.

Sincerely,

Paul B. Baker

Mining Program Manager

PBB:whw:pb

cc: <u>Sue_Fivecoat@blm.gov</u> P:\GROUPS\MINERALS\WP\M055-Wayne\S0550017-Ursa Major\final\Escalate-04262011.doc